STATE OF ILLINOIS ILLINOIS COMMERCE COMMISSION

COMMONWEALTH EDISON COMPANY

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Approval of Energy Efficiency and Demand: Docket No. 07-0540

Response Plan Pursuant to Section 12-103(f)

Of the Public Utilities Act

DIRECT TESTIMONY OF ALLAN SKODOWSKI

ON BEHALF OF

THE BUILDING OWNERS AND MANAGERS ASSOCIATION OF CHICAGO

DECEMBER 14, 2007

l	<u>l.</u>	Introduction and Qualifications
2	Q.	Please state your name and business address.
3	A.	My name is Allan Skodowski. My work address is 111 E. Kilbourn Ave.
4		Milwaukee, WI 53202.
5	Q.	By whom are you employed and in what capacity?
6	A.	I am Senior Vice President and Director of Engineering in the Midwest for
7		Transwestern. Transwestern has a reputation as one of the strongest resources
8		nationwide for asset owners seeking property management that adds value to the
9		bottom line. Transwestern has, on average, reduced building energy consumption
10		in its managed portfolio by 20 to 30%. As a result, Transwestern has been
11		recognized by the EPA as an ENERGY STAR® Partner of the Year (2004, 2005)
12		and as a Sustained Excellence Partner (2006, 2007).
13		Transwestern is an active member of the United States Green Building Council
14		(USGBC) with over 13 million sq. ft. registered under the LEED for Existing
15		Buildings Rating System. The LEED program is an industry-recognized benchmark
16		for ongoing operations of buildings to optimize efficiencies while minimizing
17		environmental impact. Transwestern is among a very limited number of market
18		leaders participating in the USGBC Portfolio Program. Continuous enhancement is
19		part of our strategic approach.
20	Q.	On whose behalf are you testifying in this proceeding?
21	A.	I am testifying on behalf of The Building Owners and Mangers Association of
22		Chicago ("BOMA/Chicago"). Transwestern buildings are members of
23		BOMA/Chicago; I serve on the BOMA/Chicago Energy Committee, and have
24		participated in the stakeholder process that led to this proceeding.

25	Q.	Would you please summarize your professional qualifications?
26	A.	I have 25 years experience in the energy industry with various companies holding
27		various positions. My short biography is attached as Exhibit 3.1.
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29	<u>Purpo</u>	se and Recommendations
30	Q.	What is the purpose of your testimony?
31	A.	The purpose of my testimony is:
32	•	To describe current BOMA/Chicago energy policies/strategies and initiatives that
33		provide important context for the design and administration of the proposed
34		ComEd programs;
35	•	To show BOMA/Chicago support for the legislative, Illinois Commerce
36		Commission ("Commission"), and ComEd energy efficiency initiatives that are
37		the subject of this proceeding;
38	•	To proclaim the energy efficiency expertise and track record of BOMA/Chicago
39		members, and the importance of including BOMA/Chicago as a full and ongoing
40		partner in the design of the proposed ComEd programs, and finally;
41	•	To make specific recommendations to the Commission regarding the conduct and
42		the priorities for this important ComEd program.
43	Q.	What are the current BOMA/Chicago energy policies/strategies and initiatives
44		that provide important context for the design and administration of the proposed
45		ComEd programs?
46	A.	BOMA/Chicago has been an active participant in the energy industry for many
47		years.

48 BOMA/Chicago has long advocated a robust competitive electricity market, and 49 virtually all of BOMA/Chicago building members have been declared 50 competitive. BOMA/Chicago's energy initiatives fall into three buckets: 51 BOMA/Chicago has been singularly active over the last several years in 52 promoting a competitive electric supply market for Northern Illinois. As a recent 53 example, BOMA/Chicago is developing a standardized supply contract for use by 54 its Members. The goals are to simplify the competitive bid process for both 55 suppliers and consumers and to foster competition among suppliers. 56 BOMA/Chicago has been a demonstrated leader in the energy efficiency 57 marketplace. As an example, BOMA/International has entered into an education 58 partnership with EPA's ENERGY STAR® to provide building owners and 59 managers with current and developing information regarding energy efficiency. 60 Participation by BOMA/Chicago members in regional demand response 61 programs can provide significant economic benefits both directly to member 62 participants and indirectly to all Chicago electric consumers. Member buildings 63 have traditionally been active in past ComEd curtailment programs, and many are 64 beginning to utilize the PJM Load Response Program to implement price 65 response. The first customers in ComEd's service territory to participate in PJM's 66 demand response programs were BOMA/Chicago buildings. 67 Q. Does BOMA/Chicago support the programs proposed by ComEd? 68 A. BOMA/Chicago applauds the Illinois legislature, the Commission, and ComEd 69 for the energy efficiency initiatives that are the subject of this proceeding. Energy

efficiency is important to our Members and to their tenants. Member's energy

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71		efficiency initiatives also provide significant indirect economic benefit to all of
72		Chicago's electric consumers.
73	Q.	Please describe the energy efficiency expertise and track record of
74		BOMA/Chicago members.
75	A.	BOMA/Chicago Members' energy efficiency expertise underscores the
76		importance of including BOMA/Chicago as a full and ongoing partner in the
77		design of the proposed ComEd programs. I speak from the perspective of a
78		building engineer that is very active both locally and nationally in energy
79		efficiency programs for buildings. There are two energy efficiency programs that
80		BOMA/Chicago members actively participate in:
81		BOMA/International sponsors the BOMA Energy Efficiency Program
82		("BEEP"), a six-course series that provides information, strategies, technologies,
83		how-to guides and resources to reduce energy and costs. The BEEP program has
84		been developed by the BOMA Foundation in partnership with the U.S.
85		Environmental Protection Agency ENERGY STAR® program and is supported
86		in part by a grant from EPA. For large buildings, including hospitals,
87		governmental buildings and commercial buildings, the ENERGY STAR®
88		program is a free program already existing in the marketplace that standardizes
89		energy efficiency with consistent and solid information for comparison internally
90		or with peers. In order to participate in this program, the single most important
91		need for buildings is access to information which will provide a more discerning
92		capital profile, benchmark buildings and track performance.

93		• Second is the Leadership in Energy and Environmental Design (LEED)
94		Green Building Rating System [™] which encourages and accelerates global
95		adoption of sustainable green building and development practices through the
96		creation and implementation of universally understood and accepted tools and
97		performance criteria.
98	Q.	Do you have specific recommendations you would like to make to the
99		Commission regarding the program proposed by ComEd?
100	A.	Yes. I have two recommendations regarding the conduct and the priority for this
101		important ComEd program. First, the Commission and ComEd should establish a
102		formal partnership between ComEd and BOMA/Chicago for the design of energy
103		efficiency programs applicable to commercial buildings in Chicago. The goal is
104		robust ComEd support and advancement of BOMA/Chicago energy efficiency
105		initiatives. – and robust ComEd administration of the resulting programs. We
106		want institutional programs that advance building owners' energy efficiency goals
107		and spur robust participation by BOMA/Chicago members – because the
108		programs are on target, complement current member initiatives, and are easy to
109		use.
110		BOMA/Chicago and its Members have demonstrated the desire and the know-
111		how to best achieve energy efficiency in our buildings. The best outcome
112		requires that the Commission and ComEd regard BOM/Chicago as a partner in
113		ongoing program design decisions, not merely as someone from whom to solicit
114		"input".
115	Q.	What is your second recommendation?

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116	A.	As the initial step, in order to support several agendas, including energy efficiency
117		improvement and data infrastructure that supports ComEd and BOMA/Chicago, a
118		program should be put in place to allow all buildings, not just ComEd program
119		participants, the ability to access building data at no charge. By mandating
120		customer access to their own data supports several agendas, including energy
121		efficiency improvement (both capital and operating), competitive supply pricing
122		and evaluation, and demand response program participation. I will speak to
123		energy efficiency; Mr. Vincent Cushing will speak to demand response.
124	Q.	Please briefly describe the ENERGY STAR® program.
125	A.	For large buildings, including hospitals, governmental buildings and commercial
126		buildings, there is a large body of knowledge already existing in the marketplace
127		that standardizes energy efficiency. This program is the ENERGY STAR®
128		Program, which is a free program, with consistent and solid information for
129		comparison internally or with peers. The single most important need for
130		buildings is access to information which will provide a more discerning capital
131		profile, benchmark buildings and track performance.
132	Q.	What are the impediments for participating in Energy Star Programs?
133	A.	In order to participate in the Energy Star program, total building consumption
134		data is needed for benchmarking and load profiling of buildings. Today, I can
135		access my building usage data on a half hour interval by ordering the data from
136		ComEd at \$22.00 per interval meter. Typically, building mechanical equipment is
137		separately metered by ComEd and many buildings have several interval meters,
138		usually along with cumulative meters with no time of use feature. The data

139 acquired provides only historical data for two years of time; however, if I want 140 that data again a month or quarter from now, the cost to acquire the data is the 141 same. Furthermore, to participate in ENERGY STAR®, consumption data is 142 required for the whole building, tenants included, in order to benchmark and 143 evaluate options. 144 ComEd provides in Section 3.4.2. Business Solutions a complementary set of Q. 145 energy management options, including encouraging customers to use the building 146 benchmarking services available as a first step toward the adoption of a whole 147 building perspective on energy management. ComEd also states it will provide 148 building energy consumption data needed for benchmarking to building owners 149 and, based on the level of customer interest, may move toward automated data 150 transfer for benchmarking. (See page 8 of ComEd Ex. 1.0). ComEd states that 151 they will provide Program participants. (See page 8 of Petition). 152 A. This is encouraging, but simply doesn't go far enough. Clearly, to support energy 153 efficiency and to make any sort of reasonable calculation of investment, 154 customers, and their contractors, administrators of this program, etc. require data 155 to evaluate any improvement or efficiency investment. Today, ComEd charges 156 \$600 for monthly data; if I wanted to benchmark one building for one year, I 157 would currently have to pay \$7,200. Therefore, as part of this case, the ICC 158 should require ComEd to provide this information in an electronic format 159 compatible with EPA's programs for free, or at their marginal cost. With this 160 data, the building engineers can visualize building performance, provide a solid 161 comparison with like buildings, track performance and consumption, and verify

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162		and measure any improvements from certain points in time. Quite simply,
163		acquiring this data is the single biggest hurdle from participation in such
164		programs.
165	Q.	Does this conclude your testimony?
166	A.	Yes.